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mine: Bright 1 & 2
escalation & BUM
notification

From:

Beth Ericksen

To:

Ed\_Ginouves@blm.gov

CC:

White, Susan

Date:

05/20/2008 3:05 PM

**Subject:** Attachments;

DOGM: M021030 BRIGHT 1 & 2 5yrrevwescalationlandscapeProdu.doc

RE: UTU-77247-A2

Hi Ed,

Please find attached a draft letter to be sent to the subject operator. Just wanted to let you know their surety is now being escalated at DOGM determined 3.8% escalation rate. As you may already know sureties are escalated every five years according to rule.

In addition to the escalation, we are asking the operator to come in for a meeting to assess their plan. This action is also a rule requirement. You may have issues, concerns, and comments associated with this update, and please provide all that's necessary so that any concerns are addressed, including expressing your desire to attend the meeting.

Although, the escalation is not a reflection of a revised surety amount based on a plan amendment/revision, I want to ensure you are aware of this Division action. Please respond to this email and confirm your acknowledgment of the escalation.

Thank you, Beth Ericksen

Beth Ericksen Engineer State of Utah Department of Natural Resources Division of Oil, Gas, and Mining

contact information:

ph: 801 538 5318 email: bethericksen@utah.gov

Secretary: 801 538 5291

May 20, 2008

Mr. Scott Holt contact for 3-H Landscape Products LLC 2160 East Riverside Drive St. George, Utah 84790

Subject: Escalation of Reclamation Surety to the Year 2013, 3-H Landscape Products LLC, Bright 1 &

2, M0210030, Iron County, Utah

Dear Mr. Holt:

The Division has escalated the surety amount of \$48,300.00 in 2008 dollars, to the year 2013. The escalation rate is 3.8%, resulting in a surety requirement of \$58,200.00. This increased amount is based on escalation only.

In addition to the increased surety, a new reclamation contract is required. Please contact surety coordinator, Mr. Jed Pearson, 801-538-5382, for instructions on how to submit the increase of \$9,900.00 and the new reclamation contract.

This surety amount and reclamation contract is due by July 15, 2008.

In addition, the Division would like to meet with you and determine if the existing Notice of Intention to Conduct Mining Operations (NOI) is adequate and reflects the current operation conditions at the Bright 1 & 2 site. Please contact Mr. Tom Munson (801) 538-5321 or Ms. Beth Ericksen (801) 538-5318 to arrange the meeting by July 15, 2008.

If you have any questions concerning this letter, please contact any of the above named staff.

Sincerely,

Susan M. White Mining Coordinator Minerals Regulatory Program

SMW:BE:pb Cc: Jed Pearson Beth Ericksen Tom Munson BLM Opie Abeyta (annual repor

(annual report 2004, 2005, 2006, 2007 not received)
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